

THE EXCHANGE HAS NEITHER APPROVED NOR DISAPPROVED THE INFORMATION CONTAINED IN THIS FILING STATEMENT, WHICH IS A REPRODUCTION OF THE ORIGINAL FILED WITH THE EXCHANGE BY THE COMPANY AND IS ISSUED FOR INFORMATION PURPOSES ONLY. THIS FILING STATEMENT IS NOT TO BE REPRODUCED IN WHOLE OR IN PART WITHOUT THE WRITTEN APPROVAL OF THE TORONTO STOCK EXCHANGE.

TORONTO STOCK EXCHANGE

FILING STATEMENT No. 663.
FILED, DECEMBER 7th, 1961.

GRANDROY MINES LIMITED

Full corporate name of Company

Incorporated under the Ontario Companies Act by Letters Patent dated January 24th, 1951; Supplementary Letters Patent Issued August 23rd, 1957.

Particulars of incorporation (e.g., incorporated under Part IV of the Corporations Act, 1953 (Ontario) by Letters Patent dated May 1st, 1957).

Reference is made to previous Filing Statement No. 632.

FILING STATEMENT

(To be filed with respect to any material change in a company's affairs, including among other things, an underwriting and option agreement, an issue of shares for property and a proposed re-organization.)

1. Brief statement of the material change in the affairs of the company in respect of which this statement is filed.	GRANDROY MINES LIMITED, hereinafter referred to as the "Company", proposes to purchase a group of 24 unpatented Mining Claims situated in the Duncan Lake area, Southwestern Ungava, in the Province of Quebec, for the consideration of \$7,500.00 in cash and the allotment and issue of 100,000 shares of the capital stock of the Company, fully paid and non assessable, of which 90% of the said 100,000 shares are to be held in escrow.
2. Head office address and any other office address.	Suite 908, 330 Bay Street, Toronto, Ontario.
3. Names, addresses and chief occupations for the past five years of present or proposed officers and directors.	<p>M.J. Boylen, 35 Kingsway Crescent, Toronto, Ontario. Prospector & Mining Executive. PRESIDENT AND DIRECTOR</p> <p>David W. Gordon, 51 Alexander Street, Toronto, Ontario. Professional Secretary. VICE-PRESIDENT & DIRECTOR</p> <p>Dr. W.H. Murby, Medical Arts Bldg., Bloor St.W., Toronto. Gynaecologist & Obstetrician. DIRECTOR</p> <p>Robert J. Isaacs, 419 The Kingsway, Toronto, Ontario. Professional Engineer. DIRECTOR</p> <p>Cecil S. Kennedy, 575 Avenue Road, Toronto, Ontario. Mining Executive. DIRECTOR</p> <p>Gordon L. Moore, 60 Rivercove Drive, ISLINGTON, Ontario. Mining Executive. SECRETARY-TREASURER</p> <p>Charles E. Brannigan, 40 Elvaston Drive, TORONTO, Ontario. Mining Accountant. ASSISTANT SECRETARY</p>
4. Share capitalization showing authorized and issued and outstanding capital.	<p>CAPITAL STOCK:</p> <p>Authorized: - 5,000,000 shares (Common) without nominal or par value.</p> <p>Issued: - 3,100,005 shares.</p>
5. Particulars in respect of any bonds, debentures, notes, mortgages, charges, liens or hypothecations outstanding.	None authorized or outstanding.
6. Details of any treasury shares or other securities now the subject of any underwriting, sale or option agreement or of any proposed underwriting, sale or option agreement.	<p>Pursuant to Underwriting and Option Agreement dated October 18th, 1961, the Company granted unto Hevenor & Co., on behalf of clients, an option to purchase 800,000 shares of the capital stock of the Company as follows:</p> <p>All or any part of 200,000 shares at the price of 15¢ per share to be taken up and paid for on or before the 24th day of January, 1962; and, provided the aforesaid shares are taken up and paid for, all or any part of 200,000 shares at the price of 20¢ per share to be taken up and paid for on or before the 24th day of April, 1962; and, provided the aforesaid shares are taken up and paid for, all or any part of 200,000 shares at the price of 25¢ per share to be taken up and paid for on or before the 23rd day of July, 1962; and, provided the aforesaid shares are taken up and paid for, all or any part of 200,000 shares at the price of 30¢ per share to be taken up and paid for on or before the 21st day of October, 1962.</p> <p>Full particulars of the Underwriting and Option Agreement aforesaid were given in the Company's Filing Statement No. 632.</p>
7. Names and addresses of persons having any interest, direct or indirect in underwritten or optioned shares or other securities or assignments, present or proposed, and, if any assignment is contemplated, particulars thereof.	<p>Lanson Holdings Limited, a private Company, wholly owned by Mr. M. J. Boylen with its offices at Suite 903, 330 Bay Street, Toronto, Ontario, has a fifty percent (50%) interest in the shares optioned as set forth in Item 6 hereof; and, Grand Investments, a Partnership owned by William Sacks and Harry Rosenzweig, with offices at 8 King Street West, Oshawa, Ontario, has the remaining fifty percent (50%) interest in the said shares as optioned.</p> <p>No assignment of the said shares is proposed or contemplated.</p>
8. Any payments in cash or securities of the company made or to be made to a promoter or finder in connection with a proposed underwriting or property acquisition.	The Company will not pay any cash or securities of the Company to a promoter or finder in connection with the proposed property acquisition.
9. Brief statement of company's future development plans, including proposed expenditure of proceeds of sale of treasury shares, if any.	<p>A diamond drilling contract has been entered into by the Company on its Roy Township, Quebec, Mining Claims, and drilling operations are scheduled to commence on December 4th, 1961. Additional geophysical coverage will also be carried out on the Southwestern part of this property with follow-up diamond drilling, if necessary.</p> <p>An exploration crew is now en route awaiting transportation at Moosonee, Ontario, to carry out the initial investigation of the Duncan Lake area, Province of Quebec Mining Claims to be purchased as set forth in Item 11 hereof.</p>

10. Brief statement of company's chief development work during past year.	<p>The Company's Roy Township, Province of Quebec, Mining Property, consisting of 50 Mining Claims comprising an area of approximately 2,000 acres, was maintained in good standing. Prospectors engaged by the Company during the 1961 field season investigated the Northernmost 21 Claims of the Roy Township property and discovered several interesting occurrences of Copper Sulphides in good structural settings. A program consisting of detailed geological mapping and geophysical surveys has since been carried out on this area.</p> <p>The mining property held by the Company's wholly owned subsidiary, Jacquet River Mines Limited, situated in close proximity to the Number 12 Orebody of Brunswick Mining and Smelting Corporation Limited near Bathurst, New Brunswick, was reappraised during 1960. Additional geophysics and deep diamond drilling has been recommended for future consideration.</p>																		
11. Names and addresses of vendors of any property or other assets intended to be purchased by the company showing the consideration to be paid.	<p>a) The Company proposes to purchase a group of 24 unpatented Mining Claims situated in the Duncan Lake area, Southwestern Ungava, Province of Quebec, from Walter Leamy for the consideration of \$7,500.00 in cash and the allotment and issue of 100,000 shares of the capital stock of the Company fully paid and non assessable.</p> <p>Ninety (90%) percent of the said 100,000 shares are to be held in escrow by the Guaranty Trust Company of Canada, 366 Bay Street, Toronto, Ontario, subject to release, transfer, hypothecation or other alienation only upon the written consent of the Toronto Stock Exchange, the Canadian Stock Exchange and the Quebec Securities Commission.</p> <p>b) The Company acquired five additional Mining Claims held under Development License No. 163147 on October 23rd, 1961, situated contiguous on the Northwest of the other 50 claims held by the Company in Roy Township, Quebec, from Mme Doris De l'Etoile, a/s Mons. Albert Sauvage, 308 - 477 St. Francois-Xavier, Montreal, Quebec, for the consideration of \$2,500.00 in cash.</p>																		
12. Names and addresses of persons who have received or will receive a greater than 5% interest in the shares or other consideration to be received by the vendor. If the vendor is a limited company, the names and addresses of persons having a greater than 5% interest in the vendor company.	<p>Walter Leamy, P.O. Box 577, Noranda, Quebec.</p> <p>Mme Doris De l'Etoile, a/s Mons. Albert Sauvage, 308 - 477 St. Francois-Xavier, Montreal, Quebec.</p>																		
13. Number of shares held in escrow or in pool and a brief statement of the terms of escrow or the pooling agreement.	<p>1,125,000 shares of the Company are registered in the name of Houston & Co., and are held in escrow, subject to release, transfer, hypothecation or other alienation only upon the written consent of the Toronto Stock Exchange.</p>																		
14. Names and addresses of owners of more than a 5% interest in escrowed shares and their shareholdings (If shares are registered in the names of nominees or in street names, give names of beneficial owners, if possible.)	<p>The escrowed shares referred to in Paragraph No. 13 hereof are beneficially owned by Mr. M. J. Boylen, 35 Kingsway Crescent, Toronto, Ontario.</p>																		
15. Names, addresses and shareholdings of five largest registered shareholders and if shareholdings are pooled or escrowed, so stating. If shares are registered in names of nominees or in street names, give names of beneficial owners, if possible, and if names are not those of beneficial owners, so state.	<table><thead><tr><th></th><th>Total Number of Shares</th><th>Shares Pooled or Escrowed</th></tr></thead><tbody><tr><td>Houston & Co. 335 Bay Street, Toronto, Ont.</td><td>1,418,850</td><td>1,125,000</td></tr><tr><td>Hevenor & Co. 11 Jordan St., Toronto, Ont.</td><td>160,000</td><td>-</td></tr><tr><td>L.G. Beaubien & Co. 221 Notre Dame St.W., Montreal</td><td>91,734</td><td>-</td></tr><tr><td>Savard & Hart, 230 Notre Dame St., W., Montreal.</td><td>67,236</td><td>-</td></tr><tr><td>National Trust Co. Ltd., Acct. #A2051 20 King Street E., Toronto, Ont.</td><td>53,850</td><td>-</td></tr></tbody></table> <p>The escrowed shares registered in the name of Houston & Co., are beneficially owned by Mr. M. J. Boylen. The beneficial owners of the other shares registered in "Street" names as aforementioned are unknown to the Company as such.</p>		Total Number of Shares	Shares Pooled or Escrowed	Houston & Co. 335 Bay Street, Toronto, Ont.	1,418,850	1,125,000	Hevenor & Co. 11 Jordan St., Toronto, Ont.	160,000	-	L.G. Beaubien & Co. 221 Notre Dame St.W., Montreal	91,734	-	Savard & Hart, 230 Notre Dame St., W., Montreal.	67,236	-	National Trust Co. Ltd., Acct. #A2051 20 King Street E., Toronto, Ont.	53,850	-
	Total Number of Shares	Shares Pooled or Escrowed																	
Houston & Co. 335 Bay Street, Toronto, Ont.	1,418,850	1,125,000																	
Hevenor & Co. 11 Jordan St., Toronto, Ont.	160,000	-																	
L.G. Beaubien & Co. 221 Notre Dame St.W., Montreal	91,734	-																	
Savard & Hart, 230 Notre Dame St., W., Montreal.	67,236	-																	
National Trust Co. Ltd., Acct. #A2051 20 King Street E., Toronto, Ont.	53,850	-																	

FINANCIAL STATEMENTS

GRANDROY MINES LIMITED

(Incorporated under the Laws of the Province of Ontario)

BALANCE SHEET

OCTOBER 31st, 1961

ASSETS

Cash in bank

\$ 61,469.04

Marketable securities - at cost
(Market value - \$78,103.50)

251,820.00

Demand note receivable - 6%
Accrued interest

15,000.00
1,649.56

Sundry receivables

1,006.98

Investment in a wholly owned subsidiary
(Jacquet River Mines Limited)

250,000.00

Advances

68,525.00

Mining claims held under development
licenses - at cost

318,525.00

Prospecting equipment - at cost

862.37

Deferred development and administrative
expenditures at Dec. 31st, 1960

246,371.22

Deduct: Expenses written off to
Capital Deficit on claims
previously abandoned

10,578.08
235,793.14
10,326.89

Current development expense

246,120.03

951,452.98

LIABILITIES

Authorized -
5,000,000 shares of no par value

Issued -
3,100,005 shares of no par value

1,353,755.25

CAPITAL DEFICIT:

391,724.19

Add: Exploration expenses written
off on claims previously
abandoned

10,578.08

402,302.27

951,452.98

APPROVED:

W. J. B. Borden
.....
W. J. B. Borden
.....

951,452.98

GRANDROY MINES LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

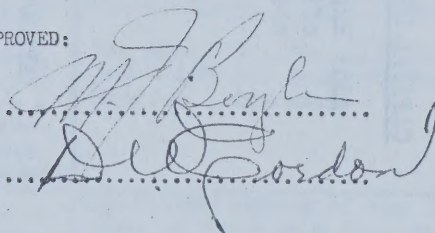
PERIOD - JANUARY 1, 1916 TO OCTOBER 31, 1961

1961	<u>SOURCE OF FUNDS</u>	\$	\$
Jan. 1	Bank Balance		17.47
Jan.	Advance by M.J.Boylen Engineering Offices	250.00	
Feb.	Advance by M.J.Boylen Engineering Offices	200.00	
Mar.	Sale of Securities - 12,800 Advocate Mines	51,200.00	
Oct.	Issue of 200,000 shares of Capital Stock	<u>30,000.00</u>	<u>81,650.00</u>
			<u>81,667.47</u>

APPLICATION OF FUNDS

Mar.	Repaid amount advanced by M.J.Boylen Engineering Offices	450.00	
Sept.	Purchase of 3,000 shares Northern Canada Mines	7,185.00	
Jan. - Sept.	Administrative and General expense	3,193.68	
	Retirement of Accounts Payable	500.00	
	Exploration Expenses	<u>8,869.75</u>	20,198.43
	Bank Balance - October 31st, 1961		<u>61,469.04</u>
			<u>81,667.47</u>

APPROVED:



ENGINEER'S REPORT

Note - The following are excerpts from a report by A.B. Baldwin, Geologist, dated November 29th, 1961, on the mining claims located in the Duncan Lake Area, Southwestern Ungava, Quebec. A complete copy of the report is on file with the Toronto Stock Exchange.

CONCLUSIONS AND RECOMMENDATIONS

The favourable geology and the impressive reports of the recent Duncan Range Iron Mines copper discovery at Long Lake suggest that a new potential copper-bearing greenstone belt has been discovered in the Canadian Shield of Northwestern Quebec.

Those properties that adjoin the discovery property merit a detailed exploration programme. The geological conditions of ore deposition have not yet been identified in the area and hence all nearby ground requires evaluation. The Grandroy Mines group of claims north of and adjacent to the discovery group fall into this category. The occurrence of sulphide mineralization together with at least one known


electromagnetic anomaly on the property held by Grandroy also strongly indicate that detailed ground work should be carried out.

The proposed exploration programme should include line-cutting on a 400-foot grid, chaining and electromagnetic surveying followed by possible diamond drilling depending on the results of the geophysical survey.

ESTIMATED EXPENDITURE

Line Cutting and Chaining (25 miles at \$50.00)	\$1,250.00
Electromagnetic Surveying (25 miles at \$50.00)	1,250.00
Possible Diamond Drilling (5,000 feet at \$5.00)	25,000.00
Transportation and Servicing by Aircraft	
- 3 Round Trips from Moosonee	900.00
Train Fares for 4 men to Moosonee	200.00
Groceries and Equipment	700.00
Miscellaneous (at 10%)	<u>2,900.00</u>
Total	<u>32,200.00</u>

Respectfully submitted,



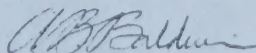
A. B. Baldwin
Geologist

Toronto, Ontario
November 29, 1961

C E R T I F I C A T E

I, ANDREW BENNETT BALDWIN, of the Town of Weston,
County of York, in the Province of Ontario, do hereby
certify as follows:

1. THAT I am a Mining Geologist and reside in the Town of Weston in the Province of Ontario.
2. THAT I am a graduate of the University of New Brunswick, a Master of Science in Geology and have been practising my profession since 1951.
3. THAT I have been an employee of the M. J. Boylen Engineering Offices since 1952.
4. THAT my report dated the 29th of November, 1961 on Grandroy Mines Limited property in the Duncan Lake Area is based on personal examination of the property prior to the staking of the claims.



.....
A. B. Baldwin, M.Sc.

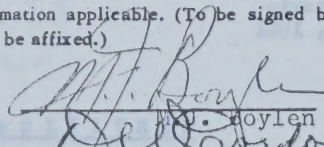
Toronto, Ontario
November 29, 1961

16. Names, and addresses of persons whose shareholdings are large enough to materially affect control of the company.	Mr. M. J. Boylen, Suite 904, 330 Bay Street, Toronto, Ontario.			
17. If assets include investments in the shares or other securities of other companies, give an itemized statement thereof showing cost or book value and present market value.	Number of Shares	Name of Company	Cost \$	Market \$
	32,025	Anacon Lead Mines	81,539.50	16,653.00
	13,000	Atlantic Coast Copper	17,885.00	13,130.00
	30,000	The Coniagas Mines	90,813.00	30,900.00
	10,300	Maritimes Mining Corp.	46,897.50	8,755.00
	3,000	Northern Canada Mines	7,185.00	7,200.00
	10,000	Beauce Placer Mining	7,500.00	5,000.00
			251,820.00	81,638.00
	1,250,000	Jacquet River Mines	250,000.00	
	Advances -	Jacquet River Mines	68,525.00	
			570,345.00	
18. Brief statement of any lawsuits pending or in process against company or its properties.	There are no lawsuits pending or in process against the Company or its properties.			
19. The dates of and parties to and the general nature of every material contract entered into by the company which is still in effect and is not disclosed in the foregoing.	There are no other material contracts entered into by the Company in effect at this time.			
20. Statement of any other material facts and if none, so state. Also state whether any shares of the company are in the course of primary distribution to the public.	There are no other material facts. The shares of the Company are listed for trading on the Toronto Stock Exchange and the Canadian Stock Exchange and are in the course of primary distribution to the public.			

CERTIFICATE OF THE COMPANY

DATED December 1, 1961

The foregoing, together with the financial information and other reports where required, constitutes full, true and plain disclosure of all material facts in respect of the matters referred to in Item 1 above and in respect of the company's affairs and there is no further material information applicable. (To be signed by two principal signing officers who are directors and the corporate seal to be affixed.)


M. J. Boylen
CORPORATE SEAL
Gordon

CERTIFICATE OF UNDERWRITER OR OPTIONEE

To the best of my knowledge, information and belief, the foregoing, together with the financial information and the reports where required, constitutes full, true and plain disclosure of all material facts in respect of the matters referred to in Item 1 above in respect of the company's affairs. Concerning matters which are not within my knowledge, I have relied upon the accuracy and adequacy of the information supplied to me by the company. (To be signed by underwriter or optionee registered with the Ontario Securities Commission or a corresponding body.)

THE EXCHANGE HAS NEITHER APPROVED NOR DISAPPROVED THE INFORMATION CONTAINED IN THIS FILING STATEMENT, WHICH IS A REPRODUCTION OF THE ORIGINAL FILED WITH THE EXCHANGE BY THE COMPANY AND IS ISSUED FOR INFORMATION PURPOSES ONLY. THIS FILING STATEMENT IS NOT TO BE REPRODUCED IN WHOLE OR IN PART WITHOUT THE WRITTEN APPROVAL OF THE TORONTO STOCK EXCHANGE.

TORONTO STOCK EXCHANGE

FILING STATEMENT No. 632.
FILED, OCTOBER 26th, 1961.

GRANDROY MINES LIMITED

Full corporate name of Company
INCORPORATED UNDER THE ONTARIO COMPANIES ACT BY LETTERS PATENT DATED JANUARY 24TH, 1951: SUPPLEMENTARY LETTERS PATENT ISSUED DATED AUGUST 23RD, 1957.
Particulars of incorporation (e.g., Incorporated under Part IV of the Corporations Act, 1953 (Ontario) by Letters Patent dated May 1st, 1957).

Reference is made to previous
Filing Statement No. 221.

FILING STATEMENT

(To be filed with respect to any material change in a company's affairs, including among other things, an underwriting and option agreement, an issue of shares for property and a proposed re-organization.)

1. Brief statement of the material change in the affairs of the company in respect of which this statement is filed.	GRANDROY MINES LIMITED, hereinafter referred to as the "Company", proposes to sell, by firm commitment, 200,000 shares of its capital stock to net its treasury the total amount of \$30,000.00; and, to option an additional 800,000 shares at the prices of 15¢, 20¢, 25¢ and 30¢ per share in four instalments of 200,000 shares each.		
2. Head office address and any other office address.	Suite 908, 330 Bay Street, Toronto, Ontario.		
3. Names, addresses and chief occupations for the past five years of present or proposed officers and directors.	M.J. Boylen,	35 Kingsway Crescent, TORONTO, Ontario.	Prospector & Mining Executive. <u>PRESIDENT AND DIRECTOR</u>
	David W. Gordon,	51 Alexander Street, TORONTO, Ontario.	Professional Secretary. <u>VICE-PRESIDENT & DIRECTOR</u>
	Dr. W.H. Murby,	Medical Arts Bldg., Bloor St. W., TORONTO.	Gynaecologist. <u>DIRECTOR</u>
	Robert J. Isaacs,	419 The Kingsway, TORONTO, Ontario.	Professional Engineer. <u>DIRECTOR</u>
	Cecil S. Kennedy,	575 Avenue Road, TORONTO, Ontario.	Mining Executive. <u>DIRECTOR</u>
	Gordon L. Moore,	60 Rivercove Drive, ISLINGTON, Ontario.	Mining Executive. <u>SECRETARY-TREASURER</u>
	Charles B. Brannigan,	40 Elvaston Drive, TORONTO, Ontario.	Mining Accountant. <u>ASSISTANT SECRETARY</u>
4. Share capitalization showing authorized and issued and outstanding capital.	CAPITAL STOCK: Authorized:- 5,000,000 shares (Common) without nominal or par value. Issued: - 2,900,005 shares.		
5. Particulars in respect of any bonds, debentures, notes, mortgages, charges, liens or hypothecations outstanding.	NONE AUTHORIZED OR OUTSTANDING.		
6. Details of any treasury shares or other securities now the subject of any underwriting, sale or option agreement or of any proposed underwriting, sale or option agreement.	Hevenor & Co., at 11 Jordan Street, Toronto, Ontario, on behalf of clients, has agreed to underwrite, by firm commitment, 200,000 shares of the capital stock of the Company at the price of 15¢ per share, to be taken up and paid for forthwith upon acceptance for filing of the Company's Filing Statement relative thereto by the Toronto and Canadian Stock Exchanges; and, in consideration therefor the Company has granted unto Hevenor & Co., on behalf of clients, an option to purchase an additional 800,000 shares at the prices of 15¢, 20¢, 25¢ and 30¢ per share in four instalments exercisable in whole or in part as follows:- 200,000 shares at 15¢ per share on or before 90 days from date of acceptance for filing of the Company's Filing Statement as aforementioned; and, 200,000 shares at 20¢ per share on or before 180 days as aforementioned; and, 200,000 shares at 25¢ per share on or before 270 days as aforementioned; and, 200,000 shares at 30¢ per share on or before 360 days as aforementioned.		
7. Names and addresses of persons having any interest, direct or indirect in underwritten or optioned shares or other securities or assignments, present or proposed, and, if any assignment is contemplated, particulars thereof.	Lanson Holdings Limited, a private Company, wholly owned by Mr. M.J. Boylen with its offices at Suite 903, 330 Bay Street, Toronto, Ontario, will have a fifty percent (50%) interest in the shares to be underwritten and optioned as herein set forth; and, Grand Investments, a Partnership owned by William Sacks and Harry Rosenzweig, with offices at 8 King Street West, Oshawa, Ontario, will have the remaining fifty percent (50%) interest in the said shares to be underwritten and optioned. No assignment of the said shares is proposed or contemplated.		
8. Any payments in cash or securities of the company made or to be made to a promoter or finder in connection with a proposed underwriting or property acquisition.	No cash or securities of the Company will be paid to a promoter in connection with the proposed underwriting and option.		
9. Brief statement of company's future development plans, including proposed expenditure of proceeds of sale of treasury shares, if any.	A program consisting of detailed geological mapping and geophysical surveys to be followed by diamond drilling is recommended and projected for 21 of the Company's Roy Township (Chibougamau Area) Quebec Mining Claims. The anticipated initial cost of the aforesaid program is estimated at Thirty Thousand dollars. However, if the results of this program are successful, substantial additional funds will be required.		

FINANCIAL STATEMENTS

GRANDROY MINES LIMITED
(Incorporated Under the Laws of Ontario)

Balance Sheet as at September 30, 1961

<u>A S S E T S</u>		<u>L I A B I L I T I E S A N D C A P I T A L</u>	
Cash in Bank		Accounts payable	\$ 1,195.94
Marketable securities - at cost (Market Value - \$75,836.75)	\$ 33,162.40	Capital	
Demand note receivable - 6%	251,820.00	Authorized -	
Sundry receivables	15,000.00	5,000,000 Shares of no par value	
	1,593.13	Issued -	
Investment in Wholly owned Subsidiary (Jacquet River Mines Limited)		2,900,005 Shares of No par value	\$1,323,755.25
- Shares - at cost	250,000.00	Capital Deficit	
- Advances	68,525.00		<u>391,724.19</u>
Mining claims held under development licenses - at cost	318,525.00		932,031.06
Prospecting equipment - at cost	55,000.00		<u>933,227.00</u>
Deferred development and administrative expenditures	862.37		
- at December 31st, 1960	246,371.22		
- Year 1961 to date	<u>10,892.88</u>		
	257,264.10		
	<u>\$ 933,227.00</u>		

APPROVED:

Del Gordon

M. J. Bayly

ENGINEER'S REPORT

GEOLOGIST'S PRELIMINARY REPORT

ON

GRANDROY MINES LIMITED

ROY TOWNSHIP, CHIBOUGAMAU, QUEBEC

During the 1961 field season two experienced prospectors were engaged by the Company to investigate the northernmost 21 claims of their Chibougamau property. This area had been largely neglected in previous geological and geophysical surveys and, as it was known to contain a considerable area of favourable gabbroic rocks, it was believed that such an investigation was warranted. During the course of the summer the prospectors turned up several interesting occurrences of copper sulphides in a good structural setting. It is now proposed to carry out detailed geological mapping and geophysical surveys of this part of the property which work is already under way. It is recommended that this be followed by diamond drilling. Estimated direct cost for the present work and five thousand feet of follow-up drilling is approximately \$30,000.00. If any success is met with in the foregoing programme substantial additional funds will be needed.

Respectfully submitted,



O. A. Seeber
Chief Geologist

Toronto, Ontario
October 18, 1961

<u>Claims to be worked</u>	C-55426 - Claims 2-5 incl. (4)
	C-55427 - Claims 2-5 incl. (4)
	C-55560 - Claims 1-3 incl. (3)
	C-55561 - Claims 1-5 incl. (5)
	C-55562 - Claims 1-5 incl. (5)
	<u>21</u>

GRANDROY MINES LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

PERIOD - JANUARY 1, 1961 TO SEPTEMBER 30, 1961

1961	<u>SOURCE OF FUNDS</u>	\$	\$
Jan. 1	Bank Balance		17.47
Jan.	Advance by M.J. Boylen Engineering Offices	250.00	
Feb.	Advanced by M.J. Boylen Engineering Offices	290.00	
Mar.	Sale of Securities - 12,800 advocate Mines	<u>51,200.00</u>	
			<u>51,650.00</u>
			<u>51,667.47</u>

APPLICATION OF FUNDS

Mar.	Repaid amount advanced by M.J. Boylen Engineering Offices	450.00	
Sept.	Purchase of 3,000 shares Northern Canada Mines	7,185.00	
Jan.-Sept.	Administrative and General expense	2,841.39	
	Retirement of Accounts payable	500.00	
	Exploration Expenses	<u>7,528.68</u>	
	Bank Banance Sept. 30, 1961		<u>18,505.07</u>
			<u>33,162.40</u>
			<u>51,667.47</u>

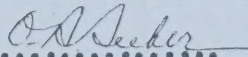
APPROVED:

H. Gordon
M.J. Boylen

C E R T I F I C A T E

I, ORVILLE ALEXANDER SEEBER, of the Township of Etobicoke, County of York, in the Province of Ontario, do hereby certify as follows:

- (1) THAT I am a Mining Geologist, a Member of the Geological Association of Canada and reside in the Township of Etobicoke in the Province of Ontario.
- (2) THAT I am a graduate of Queen's University, a Bachelor of Arts in Geology and Mineralogy and have been practising my profession since 1937.
- (3) THAT I have no personal interest, direct or indirect, in Grandroy Mines Limited, and do not expect to receive any interest therein.
- (4) THAT my report dated the 18th of October, 1961 on the Roy Township property, Chibougamau Area, Quebec of Grandroy Mines Limited is based on personal examinations of the property.
- (5) THAT the said examinations of the property were made during the months of June, July, August and September 1961 while supervising the exploration program.


.....
O. A. Seeber, B.A.

Dated at Toronto, Ontario
this 18th day of October, 1961

10. Brief statement of company's chief development work during past year.	<p>The Company's Roy Township, Province of Quebec Mining Property, consisting of 50 Mining Claims and comprising an area of approximately 2,000 acres, was maintained in good standing.</p> <p>Prospectors engaged by the Company during the 1961 field season investigated the Northernmost 21 claims of the Roy Township Property and discovered several interesting occurrences of copper sulphides in a good structural setting.</p> <p>The mining property held by the Company's wholly owned subsidiary, Jacquet River Mines Limited, situated in close proximity to the No. 12 Orebody of Brunswick Mining and Smelting Corporation Limited near Bathurst, New Brunswick, was reappraised during 1960 and, as a result, additional geophysics and deep diamond drilling has been recommended for future consideration.</p>																																														
11. Names and addresses of vendors of any property or other assets intended to be purchased by the company showing the consideration to be paid.	The Company does not propose, at this time, to purchase any property or other assets.																																														
12. Names and addresses of persons who have received or will receive a greater than 5% interest in the shares or other consideration to be received by the vendor. If the vendor is a limited company, the names and addresses of persons having a greater than 5% interest in the vendor company.	Not applicable.																																														
13. Number of shares held in escrow or in pool and a brief statement of the terms of escrow or the pooling agreement.	1,125,000 shares of the Company are registered in the name of Houston & Co., and are held in escrow, subject to release, transfer, hypothecation or other alienation only upon the written consent of the Toronto Stock Exchange.																																														
14. Names and addresses of owners of more than a 5% interest in escrowed shares and their shareholdings (If shares are registered in the names of nominees or in street names, give names of beneficial owners, if possible.)	The escrowed shares referred to in Paragraph No. 13 hereof are beneficially owned by Mr. M. J. Boylen, 35 Kingsway Crescent, Toronto, Ontario.																																														
15. Names, addresses and shareholdings of five largest registered shareholders and if shareholdings are pooled or escrowed, so stating. If shares are registered in names of nominees or in street names, give names of beneficial owners, if possible, and if names are not those of beneficial owners, so state.	<table><tr><th></th><th>Total number of shares</th><th>Shares Pooled or Escrowed</th></tr><tr><td>Houston & Co. 335 Bay Street, Toronto, Ontario</td><td>1,418,850</td><td>1,125,000</td></tr><tr><td>L.G. Beaubien & Co. 221 Notre Dame St. W., Montreal, Que.</td><td>90,734</td><td>-</td></tr><tr><td>Savard & Hart, 230 Notre Dame St. W., Montreal, Que.</td><td>67,236</td><td>-</td></tr><tr><td>National Trust Co. Ltd., Acct. #A2051 20 King Street E., Toronto, Ont.</td><td>53,850</td><td>-</td></tr><tr><td>Davidson & Co. 25 Adelaide Street W., Toronto, Ont.</td><td>40,344</td><td>-</td></tr></table> <p>The escrowed shares registered in the name of Houston & Co., are beneficially owned by Mr. M. J. Boylen. The beneficial owners of the other shares registered in "Street" names as aforementioned are unknown to the Company as such.</p>				Total number of shares	Shares Pooled or Escrowed	Houston & Co. 335 Bay Street, Toronto, Ontario	1,418,850	1,125,000	L.G. Beaubien & Co. 221 Notre Dame St. W., Montreal, Que.	90,734	-	Savard & Hart, 230 Notre Dame St. W., Montreal, Que.	67,236	-	National Trust Co. Ltd., Acct. #A2051 20 King Street E., Toronto, Ont.	53,850	-	Davidson & Co. 25 Adelaide Street W., Toronto, Ont.	40,344	-																										
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16. Names, and addresses of persons whose shareholdings are large enough to materially affect control of the company.	Mr. M. J. Boylen, Suite 904, 330 Bay Street, Toronto, Ontario.																																														
17. If assets include investments in the shares or other securities of other companies, give an itemized statement thereof showing cost or book value and present market value.	<table><tr><th>Number of Shares</th><th>Name of Company</th><th>Cost \$</th><th>Market \$</th></tr><tr><td>32,025</td><td>Anacon Lead Mines</td><td>81,539.50</td><td>16,332.75</td></tr><tr><td>13,000</td><td>Atlantic Coast Copper</td><td>17,885.00</td><td>15,340.00</td></tr><tr><td>30,000</td><td>The Coniagas Mines</td><td>90,813.00</td><td>19,800.00</td></tr><tr><td>10,300</td><td>Maritimes Mining Corp.</td><td>46,897.50</td><td>8,858.00</td></tr><tr><td>3,000</td><td>Northern Canada Mines</td><td>7,185.00</td><td>7,050.00</td></tr><tr><td>10,000</td><td>Beauce Placer Mining</td><td>7,500.00</td><td>5,000.00</td></tr><tr><td></td><td></td><td>251,820.00</td><td>72,380.75</td></tr><tr><td>1,250,000</td><td>Jacquet River Mines</td><td>250,000.00</td><td></td></tr><tr><td>Advances -</td><td>Jacquet River Mines</td><td>68,525.00</td><td></td></tr><tr><td></td><td></td><td>570,345.00</td><td></td></tr></table>			Number of Shares	Name of Company	Cost \$	Market \$	32,025	Anacon Lead Mines	81,539.50	16,332.75	13,000	Atlantic Coast Copper	17,885.00	15,340.00	30,000	The Coniagas Mines	90,813.00	19,800.00	10,300	Maritimes Mining Corp.	46,897.50	8,858.00	3,000	Northern Canada Mines	7,185.00	7,050.00	10,000	Beauce Placer Mining	7,500.00	5,000.00			251,820.00	72,380.75	1,250,000	Jacquet River Mines	250,000.00		Advances -	Jacquet River Mines	68,525.00				570,345.00	
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18. Brief statement of any lawsuits pending or in process against company or its properties.	There are no lawsuits pending or in process against the Company or its properties.																																														
19. The dates of and parties to and the general nature of every material contract entered into by the company which is still in effect and is not disclosed in the foregoing.	There are no other material contracts entered into by the Company in effect at this time.																																														
20. Statement of any other material facts and if none, so state. Also state whether any shares of the company are in the course of primary distribution to the public.	<p>There are no other material facts.</p> <p>The shares of the Company are listed for trading on the Toronto and Canadian Stock Exchanges and are not in the course of primary distribution to the public.</p>																																														

CERTIFICATE OF THE COMPANY

DATED October 19th, 1961

The foregoing, together with the financial information and other reports where required, constitutes full, true and plain disclosure of all material facts in respect of the matters referred to in Item 1 above and in respect of the company's affairs and there is no further material information applicable. (To be signed by two principal signing officers who are directors and the corporate seal to be affixed.)

"M.J. Boylen"

"D.W. Gordon"

CERTIFICATE OF UNDERWRITER OR OPTIONEE

To the best of my knowledge, information and belief, the foregoing, together with the financial information and the reports where required, constitutes full, true and plain disclosure of all material facts in respect of the matters referred to in Item 1 above in respect of the company's affairs. Concerning matters which are not within my knowledge, I have relied upon the accuracy and adequacy of the information supplied to me by the company. (To be signed by underwriter or optionee registered with the Ontario Securities Commission or a corresponding body.)

"M.A. Moysey"

HEVENOR & CO. on behalf
of a Client

By *[Signature]*